

MEMORANDUM

TO: Residents of Section 5 of the Village of Chevy Chase
FROM: Margy Abbott, Treasurer
RE: Annual Treasurer's Report
DATE: March, 2007

SUMMARY

I am pleased to submit this report and the attached financials for your information. In the financial statements I have attempted to present all relevant data concerning Section 5's most recently complete, current, and upcoming fiscal years. These data show that the financial health of Section 5 remains excellent.

For Fiscal year (FY) 2008 beginning July 1, 2007, the Village Council recommends

- 1) a budget of \$312,000 in expenditures (based on projected revenues of \$490,500)
- 2) that the property tax rate remain at \$0.00 per \$100 of assessed property value.

DISCUSSION

For FY 2008 (beginning July 1, 2007), the Council recommends a budget of \$312,000 in expenditures (based on projected revenues of \$490,500) as detailed in the Consolidated Financial Statement. The budget contemplates routine revenue and expenditures and is premised on the Council's proposal that residents vote to maintain the property tax at \$0.00 per \$100 of assessed property value.

The Council and I will be available to discuss the Treasurer's Report and Proposed FY 2008 Budget and property tax rate at the Annual Meeting April 10, 2007. Residents with questions, however, should feel free to call the Section Manager, Frances Higgins, 301-986-5481 or the Treasurer, Margy Abbott, 301-652-7163 before the meeting.

NOTES ON REVENUES

1. Municipalities receive 17% of each resident's state income tax. For example, if a Section 5 resident pays the State of Maryland \$1,000 income tax, Section 5 will receive \$170. The proposed figure is based on past receipts and state estimates.
2. Highway user fees are paid to municipalities according to a formula based on the number of miles of streets within each municipality. The amount is set aside to be used for capital expenditures, repairs, and enhancements to our public streets, curbs, and sidewalks.
3. Holiday donations for trash collectors.

NOTES ON EXPENDITURES

1. This includes the planting of public and free private trees and tree maintenance.
2. This includes street cleaning and repair of the public grass strips in addition to routine sidewalk and street repairs.
3. This includes sidewalk and street snow removal. The Council decided that the town would pay to have the snow removed from the public sidewalks.
4. This includes legal, engineering, building inspection fees, and accounting costs.
5. This includes the holiday donations which the residents contribute for the trash collectors.
6. Any budget surplus as identified by the Council during the fiscal year will be applied to payments toward the residents' solid waste charge and property tax rebate.

CONSOLIDATED FINANCIAL STATEMENT: SECTION 5 OF THE VILLAGE OF
CHEVY CHASE

Fiscal Year 2008 and Proposed Fiscal Year Budget 2008 (7/1/07 – 6/30/08)

EXPENDITURES

	FY 2006 Budget	FY 2006 Actual	FY 2007 Budget	FY 2008 Proposed Budget
Trash & Recycling	\$62,000	62,931	66,000	71,000
Lawn & Garden				
Recycling	4,000	212	4,000	
Trees (1)	40,000	28803	40,000	52,000
Leaf Collection & Disposal	11,000	11,961	12,000	16,000
Streets (2)	22,000	5,277	22,000	22,000
Lighting	7,500	8,323	7,500	8,500
Snow Removal (3)	12,000	8,825	12,000	13,000
Personnel & Admin. Expenses	40,000	37,825	45,000	50,000
Professional Fees (4)	7,000	4,790	7,000	15,000
Miscellaneous (5)	3,000	14,644.	3,000	3,000
Insurance	5,000	1,834	5,500	2,500
Office & Printing	10,000	9,998	15,000	30,000
Community Activities	12,000	15,690	17,000	20,000
Dues, Mtgs., Memberships	6,000	6,300	6,000	6,000
Cable TV	2,500	265	2,500	3,000
Residents' Solid Waste Charge (6)		11,720		
Residents' Tax Rebate*		238,000		
TOTAL	244,000	437,767	264,500	312,000

CONSOLIDATED FINANCIAL STATEMENT: SECTION 5 OF THE VILLAGE OF
CHEVY CHASE

Fiscal Year 2008 and Proposed Fiscal Year 2007-08 (7/1/07 – 6/30/08)

REVENUES

	FY 2006 Budget	FY 2006 Actual	FY 2007 Budget	FY 2008 Proposed Budget
MD Income Taxes (1)	350,000	410,501	400,000	400,000
Highway User Fee (2)	21,000	29,160	21,000	30,000
Interest Income	15,000	48,196	45,000	50,000
Miscellaneous (3)	2,500	3,570	2,500	2,500
Cable TV	3,500	265	2,500	3,000
Permit fees			1,000	5,000
TOTAL REVENUES	403,000	513,316	481,000	490,500

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REVENUES

	FY 2006 Budget	FY 2006 Actual	FY 2007 Budget	FY 2008 Proposed Budget
MD Income Taxes (1)	350,000	410,501	400,000	\$400,000
Highway User Fee (2)	21,000	29,160	21,000	\$30,000
Interest Income	15,000	48,196	45,000	\$50,000
Miscellaneous (3)	2,500	3,570	2,500	\$2500
Cable TV	3,500	265	2,500	\$3000
Permit fees			1,000	\$5000
TOTAL REVENUES	403,000	513,316	481,000	\$490,500

CONSOLIDATED FINANCIAL STATEMENT: SECTION 5 OF THE VILLAGE OF
CHEVY CHASE

Fiscal Year 2007 and Proposed Fiscal Year Budget 2008 (7/1/07 – 6/30/08)

EXPENDITURES

	FY 2006 Budget	FY 2006 Actual	FY 2007 Budget	FY 2008 Proposed Budget
Trash & Recycling	\$62,000	62,931	66,000	\$71,000
Lawn & Garden Recycling	4,000	212	4,000	include with leaf
Trees (1)	40,000	34,153	40,000	\$42,000
Leaf Collection & Disposal	11,000	11,961	12,000	\$16,000
Streets (2)	22,000	5,277	22,000	\$22,000
Lighting	7,500	8,323	7,500	\$8500
Snow Removal (3)	12,000	8,825	12,000	\$13,000
Personnel & Admin. Expenses	40,000	37,825	45,000	\$50,000
Professional Fees (4)	7,000	4,790	7,000	\$15,000
Miscellaneous (5)	3,000	14,644.	3,000	\$3000
Insurance	5,000	1,834	5,500	\$2500
Office & Printing	10,000	9,998	15,000	\$15,000
Community Activities	12,000	15,690	17,000	\$20,000
Dues, Mtgs., Memberships	6,000	6,300	6,000	\$6000
Cable TV	2,500	3,025	2,500	\$3000
Residents' Solid Waste Charge (6)		11,720		
Residents' Tax Rebate*		238,000		
TOTAL	244,000		264,500	\$287,000